

STATE OF WASHINGTON



OF OFFICE OF
INSURANCE COMMISSIONER

IN THE MATTER OF NATIONAL)	
)	
REINSURANCE CORPORATION,)	CONSENT ORDER
)	LEVYING A FINE
)	
)	No. D 2002-30
)	
)	

FINDINGS OF FACT:

1. National Reinsurance Corporation ("National") is, besides being a reinsurer, an insurer authorized to write property and casualty insurance in Washington state.
2. RCW 48.05.390 and WAC 284-07-010 require each insurer authorized to write property and casualty insurance in Washington state to submit annually a special liability insurance report. The report covering the period ending December 31 of each year must be submitted no later than May 1 of the year which is the subject of the report.
3. National failed to submit its special liability report for the period January 1, 2000 to December 31, 2000, by the end of business on May 1, 2001. The Senior Actuary of the Office of the Insurance Commissioner (OIC), D. Lee Barclay, sent National a letter dated May 10, 2001. This letter informed National that if the OIC did not receive the overdue report by June 1, 2001, National would be assessed a fine of at least \$2500. The special liability report did not arrive by that date.

CONCLUSION OF LAW:

1. The failure of National to submit its special liability report no later than May 1, 2001, was a violation of both RCW 48.05.390 and WAC 284-07-010.

CONSENT TO ORDER:

1. National Reinsurance Corporation hereby admits to the foregoing Findings of Fact and Conclusion of Law. RCW 48.05.185 authorizes the Insurance Commissioner to impose a fine in lieu of the suspension or revocation of an authorized insurer's certificate of authority. National wishes to resolve this matter without further administrative or judicial proceedings.

2. By agreement of the parties, the Insurance Commissioner will impose a fine of One Thousand Dollars and no/100 (\$1000) upon National, in lieu of further proceedings in this matter.

3. The fine must be paid in full within thirty days of the entry of this order. Pursuant to RCW 48.05.185, failure to pay the fine timely and in full shall constitute grounds for revocation of National's certificate of authority and for recovery of the fine in a civil action brought on behalf of the Insurance Commissioner by the Attorney General of the State of Washington.

NATIONAL REINSURANCE CORPORATION

Signed by: _____

Typed Name: _____

Typed Corporate Title: _____

ORDER:

Pursuant to RCW 48.05.185, the Insurance Commissioner hereby imposes a fine of One Thousand Dollars and no/100 (\$1000) upon National Reinsurance Corporation. The fine must be paid in full within thirty days of the entry of this order. Failure to pay the fine timely and in full shall constitute grounds for the revocation of the certificate of authority held by National and for recovery of the fine in a civil action brought on behalf of the Insurance Commissioner by the Attorney General of the State of Washington.

ENTERED AT LACEY, WASHINGTON, this 17th day of January, 2002.

MIKE KREIDLER
Insurance Commissioner

By: _____

William Kay Kirby
Legal Affairs Division
Office of the Insurance
Commissioner